

UTAH TRANSIT AUTHORITY  
DISTRICT

2007  
YEAR

## CERTIFICATION OF BUDGET

### ADOPTION OF BUDGET INFORMATION:

In compliance with Title 17A, Part 4 of the Utah Code, I, the undersigned, certify that the attached budget document is a true and correct copy of the budget of UTAH TRANSIT AUTHORITY for the fiscal year ending December 31, 2007, as approved and adopted by resolution on December 13, 2006. A public hearing, which met the requirements of the Utah Code, section (indicate which):

[ ] 17A-1-412 and 413, (applicable to entities who are adopting a budget prior to beginning of the fiscal year)

[ ] 59-2-918 and 919, (applicable to entities who have budgeted a tax rate increase)

was held on Nov 15 + Dec 13, 2006.

\*

Signed:

Budget Officer

*Stanley C. Olfert*

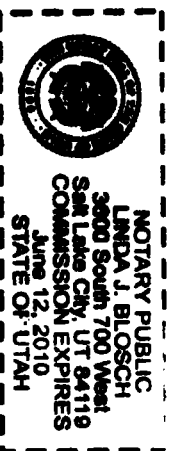
\* NOT APPLICABLE PER 17A-1-403 (2)

Subscribed and sworn to this 21st

day of December, 2006

*Linda J. Blosch*

(Notary Public)



- BUDGET (tentative) was presented in
- FINAL BUDGET BOARD MEETING IN NOVEMBER
- FINAL BUDGET WAS APPROVED IN
- PUBLIC BOARD MEETING IN DECEMBER

SEE EXHIBIT C, D AND B  
 DISTRICT  
**BUDGET** for the year ended 2007

	CAPITAL PROJECTS FUND		DEBT SERVICE FUND	
	Actual Expenditures		Actual Expenditures	
	PRIOR YEAR	CURRENT YEAR	PRIOR YEAR	CURRENT YEAR
<b>REVENUES</b>				
Bonds Issues				
Property Taxes				
Fee-in-Lieu of Taxes				
Investment/Interest Income				
Transfers from:				
Fund				
Fund				
Other:				
<b>TOTAL REVENUES &amp; OTHER SOURCES</b>				
Beginning Fund Bal.				
Available for Use				
<b>EXPENDITURES</b>				
Debt Service				
Retirement of Bonds				
Interest on Bonds				
Capital Outlay				
Transfers to:				
Fund				
Fund				
Other:				
<b>TOTAL EXPENDITURES &amp; OTHER USES</b>				
Ending Fund Balance				

SEE EXHIBIT AND C

DISTRICT

BUDGET

for the year ended

2007

GENERAL FUND

ENTERPRISE FUND

REVENUES

Actual Expenditures  
PRIOR YEAR CURRENT YEAR

BUDGET

Actual Expenditures  
PRIOR YEAR CURRENT YEAR

BUDGET

Taxes: Property

Other:

Fee-in-Lieu of Taxes

Charges for Services

Interest Income

Other:

Other Financing Sources:

Transfers From Other Funds

Contribution From Fund Bal.

TOTAL REVENUES

EXPENSES

Salaries and Benefits

Other Operating Expenses

Depreciation

Capital Outlay

Debt Service

Other:

Other Financing Uses:

Transfers To Other Funds

Contribution To Fund Bal.

TOTAL EXPENSES

INCOME OR (LOSS)

# UTAH TRANSIT AUTHORITY 2007 Budget

	ACTUAL	BUDGET 2006	PROJECTED	FINAL
	2005		2006	2007
				BUDGET
<b>REVENUE</b>				
PASSENGER REVENUE	21,282,499	24,122,000	23,743,869	25,552,555
ADVERTISING REVENUE	957,184	1,225,000	1,029,542	1,333,000
INVESTMENT INCOME	4,533,914	5,347,000	8,516,000	6,289,000
SALES TAX REVENUE	121,832,628	125,517,973	133,711,000	178,936,188
OTHER INCOME	744,290	736,692	9,425,112	766,320
FEDERAL OPER./PREVENT. MAINT.	<u>25,349,419</u>	<u>25,405,120</u>	<u>25,013,648</u>	<u>26,014,194</u>
<b>TOTAL REVENUES</b>	<b>174,699,934</b>	<b>182,353,785</b>	<b>201,439,171</b>	<b>238,891,257</b>
<b>EXPENSES</b>				
BUS SERVICE	67,308,730	71,270,684	71,864,222	75,190,330
RAIL SERVICE	14,610,796	16,917,107	16,557,739	18,818,935
PARATRANSIT SERVICE	11,691,817	13,369,348	12,794,658	13,847,946
RIDESHARE/VANPOOL SERVICES	79,010	62,215	265,862	419,166
OPERATIONS SUPPORT	17,864,965	19,810,013	19,013,154	21,404,988
GENERAL/ADMINISTRATIVE EXPENSES	<u>16,008,155</u>	<u>19,095,142</u>	<u>18,094,994</u>	<u>21,564,901</u>
<b>NET OPERATING EXPENSES*</b>	<b>127,563,473</b>	<b>140,524,509</b>	<b>138,590,629</b>	<b>151,246,266</b>
<b>MAJOR INVESTMENT STUDIES</b>				
EXPENSES	2,007,986	14,868,127	2,153,082	3,771,642
OFFSETTING PROJECT FUNDS*	<u>(637,426)</u>	<u>(11,731,840)</u>	<u>(783,603)</u>	<u>(1,761,583)</u>
<b>NET INVESTMENT EXPENSE</b>	<b>1,370,560</b>	<b>3,136,287</b>	<b>1,369,479</b>	<b>2,010,059</b>
<b>NET EXPENSE</b>	<b>128,934,033</b>	<b>143,660,796</b>	<b>139,960,108</b>	<b>153,256,325</b>
<b>AVAILABLE</b>	<b>45,765,901</b>	<b>38,692,989</b>	<b>61,479,063</b>	<b>85,634,932</b>
BOND DEBT SERVICE	13,046,976	24,532,787	17,500,998	35,381,000
OFFSETTING BOND FUNDS*	<u>(2,225,502)</u>	<u>(12,900,000)</u>	<u>(9,500,422)</u>	<u>(15,446,938)</u>
<b>NET BOND EXPENSE</b>	<b>10,821,474</b>	<b>11,632,787</b>	<b>8,000,576</b>	<b>19,934,062</b>
<b>CONTRIBUTION TO CAPITAL RESERVES</b>	<b>34,944,427</b>	<b>27,060,202</b>	<b>53,478,487</b>	<b>65,700,870</b>
DEBT RETIREMENT		(50,000,000)	(50,000,000)	0
NEW DEBT ISSUED		175,000,000	175,000,000	130,000,000

\* Federal, State or Local grants or major capitalized expenses.

12/21/2006

# **UTAH TRANSIT AUTHORITY CAPITAL PROJECT BUDGET**

**Exhibit B**  
12/6/2006

	Final	Estimated
	2007 Budget	2008 Expenditures
<b>REVENUE SERVICE VEHICLES</b>		
<b>Additional and Replacement Buses and Vans (Grants &amp; Non-Grant)</b>		
6 Para Transit Vehicles	\$ 400,875	
9 Canyon Service Buses Replacements	\$ 3,243,800	
6 40' Buses Replacements	\$ 2,136,000	
3 TIMP Commuter Buses 45' MCIs Expansion	\$ 1,655,000	
10 BRT Van Hools ( 7 Replacements 3 Expansion)	\$ 4,000,000	
21 Paratransit Vans ( 20 Replacements, 1 Expansion)	\$ 1,608,000	
78 Rideshare Vans (46 Replacement 29 Expansion)	\$ 2,214,500	
	<u>\$ 15,258,175</u>	
<b>Additional and Replacement Buses and Vans (Future Grant)</b>		
33 40' Buses Replacements	\$ 11,875,000	
21 Rideshare Vans Expansion	\$ 657,300	
	<u>\$ 12,532,300</u>	
<b>Revenue Service Vehicles</b>	<b>\$ 27,790,475</b>	<b>\$ 27,537,500</b>
<b>Support Vehicles (Non-Grant)</b>	<b>\$ 517,667</b>	<b>\$ 585,500</b>
<b>Revenue Service Vehicle Repair Components (Non-Grant)</b>	<b>\$ 1,240,000</b>	<b>\$ 1,000,000</b>
<b>Sub Total</b>	<b>\$ 29,548,142</b>	<b>\$ 29,103,000</b>
<b>INFORMATION / COMMUNICATION / ITS</b>		
<b>Bus and Rail Communication Equipment, ITS and Fiber Optic Equipment. Upgrade of UTA's Network, Server Replacement</b>		
Grant	\$ 1,751,039	
Non-Grant		\$ 1,050,000
<b>ITS Fiber Optic Cable (SL/Og) (Grant)</b>	<b>\$ 2,600,000</b>	<b>\$ 600,000</b>
<b>Items ITS Deployment and Fiber Optic Cable (Future Grant)</b>	<b>\$ 1,075,269</b>	<b>\$ 1,129,032</b>
<b>Electronic Fare Collection Service Pilot (Non-Grant)</b>		
Electronic Fare Collection Service Pilot	\$ 260,000	
Electronic Fare Collection Full Deployment	\$ 6,100,000	\$ 3,900,000
<b>Sub Total</b>	<b>\$ 11,786,308</b>	<b>\$ 6,679,032</b>
<b>FACILITIES, MAINT. AND OFFICE EQUIP.</b>		
<b>Facilities Expansion (Grant &amp; Non-Grant)</b>		
Security Gate Project (Grant)	\$ 120,000	
<u>Non-Grant Projects</u>		
Parts Room Remodel	\$ 300,000	
Timpanogos Bus Bay Addition	\$ 740,000	
New Bus Wash	\$ 200,000	
Remote Wash Facility	\$ 200,000	
Other Expansion Projects	\$ 473,500	
	<u>\$ 2,033,500</u>	<b>\$ 2,100,000</b>
<b>Facilities Repair and Replace (Non-Grant)</b>	<b>\$ 1,879,950</b>	<b>\$ 2,100,000</b>
<b>Office Capital Equipment (Non-Grant)</b>	<b>\$ 487,781</b>	<b>\$ 525,000</b>
<b>Sub Total</b>	<b>\$ 4,401,231</b>	<b>\$ 4,725,000</b>

## MAJOR STRATEGIC PROJECTS

Major Strategic projects including Wastewater facilities, Remodeling Projects, etc.  
(Grant & Non-Grant)

Extension of Receiving Track 1	\$	500,000	
Warm Springs Service Center	\$	777,000	
Mobility Center Facility	\$	1,200,000	
Extension to 10600 So. Station	\$	2,500,000	
EIMCO Property & remodel	\$	13,000,000	
Light Rail Paint Booth	\$	1,605,000	
Misc. Capital Projects including Wastewater facilities, Transit Enhancements, Bicycle Projects, Communication Equipment, Trails and Security Equipment.	\$	2,223,939	
	\$	21,805,939	\$ 1,471,371

### Enhancements, Security Equipment, Trails and Facilities (Future Grant)

West Valley Intermodal Terminal	\$	4,570,696	\$ 1,213,575
BRT Demonstration Project	\$	1,942,158	\$ 1,458,100
DRG&W	\$	7,867,840	
State Street Bridge	\$	5,144,927	\$ 2,681,540
9400 So. LRT Station	\$	250,000	
3900 So. Wasatch	\$	350,000	\$ 1,038,000
US 89 & 200 North P&R	\$	429,046	
	\$	20,554,667	\$ 6,391,215

Sub Total \$ 42,360,606 \$ 7,862,586

## TRAX & COMMUTER RAIL

### FrontRunner, TRAX and Rail Projects, Vehicle Equipment & Overhauls (Grant)

LR Vehicle Rehab.	\$	1,382,605	
FrontRunner North	\$	192,659,190	\$ 66,874,415
TRAX Projects	\$	24,182,750	\$ 17,912,000
Rail Projects	\$	130,333,000	\$ 170,673,000
	\$	348,557,545	\$ 255,459,415

### Rail Projects ( Future Grant)

Rail Modernization		\$ 498,024	
	\$	-	\$ 498,024

### FrontRunner, TRAX and Rail Projects, Vehicle Equipment & Overhauls (Non-Grant)

LR Vehicle Rehab.	\$	5,716,012	\$ 1,010,800
FrontRunner North Start-up Activities	\$	4,900,000	
Intermodal Start-up Activities	\$	117,000	
Vehicle Maintenance components			\$ 1,050,000
SD160 Bochum Bolt On Wheel Retro fit	\$	84,000	
Vehicle Maintenance Overhaul	\$	868,656	
	\$	11,685,668	\$ 2,060,800

Sub Total \$ 360,243,213 \$ 258,018,239

Total Cost of Capital Items \$ 448,339,500 \$ 306,387,857

### Source of Funds for Capital Items

Current Grants	\$	93,983,239
Future Grants	\$	27,020,662
Local & Other Contributions	\$	22,798,268
New Funding Source	\$	130,333,000
UTA Match	\$	174,204,331
Total	\$	448,339,500

Grants and Future Grants the Authority receives from the Federal Government generally requires a 3% to 50% match.

**FUND BALANCE REPORT  
2007 FORECASTED**

**Exhibit C**

	General Fund	Rail Construction Fund	Bond Fund	Risk Contingency Fund	PROJECTED All Funds 2007
<b>BEGINNING FUND BALANCE - 1/01/07</b>	77,746,000	80,821,000	0	6,429,000	164,996,000
<b>Revenue:</b>					
Passenger	25,552,555				25,552,555
Advertising	1,333,000				1,333,000
Investment Income	2,900,000	3,000,000	144,000	245,000	6,289,000
Sales Tax	178,936,188				178,936,188
Other Income	766,320				766,320
Federal Operating Funds/ Prevent. Maintenance	26,014,194				26,014,194
Offsetting Operating Funds	17,208,521				17,208,521
Capital Grants	15,670,885	105,333,016			121,003,901
Debt Issue		130,000,000			130,000,000
Contributed Capital	22,798,268				22,798,268
<b>TOTAL RESOURCES</b>	<b>291,179,931</b>	<b>238,333,016</b>	<b>144,000</b>	<b>245,000</b>	<b>529,901,947</b>
Transfers To (-) / From (+)	-76,326,197	41,089,197	35,237,000		0
<b>TOTAL AVAILABLE RESOURCES</b>	<b>292,599,734</b>	<b>360,243,213</b>	<b>35,381,000</b>	<b>6,674,000</b>	<b>694,897,947</b>
<b>Expenditures</b>					
Operating Expenses	155,017,908				155,017,908
Debt Service			35,381,000		35,381,000
Debt Retirement					0
Debt Reserve					0
Capital Projects *	88,096,287				88,096,287
Capital - Rail Construction *		360,243,213			360,243,213
<b>TOTAL EXPENDITURES</b>	<b>243,114,195</b>	<b>360,243,213</b>	<b>35,381,000</b>	<b>0</b>	<b>638,738,408</b>
<b>ENDING FUND BALANCE -12/31/07</b>	<b>49,485,539</b>	<b>0</b>	<b>0</b>	<b>6,674,000</b>	<b>56,159,539</b>

**Notes:**

\* Capital items can be found in section 2.5 Capital Expenditure, Exhibit B, \$88,096,287 (Capital Projects) + \$360,243,213 (Trax and Commuter Rail Construction) = \$448,339,500 (Total Capital).

**Description of Fund Structure**

**General Fund:** This fund is the chief operating fund of UTA. It is used to account for all financial resources and expenses except those accounted for in the other funds. Payment for the cost of all capital projects are paid out of the general fund with the exception of rail construction (which includes LRT and commuter rail) which is paid for out of the Rail Construction Fund.

**Rail Construction Fund:** This fund is used for the construction of LRT and commuter rail projects, including the procurement of rail vehicles.

**Bond Fund:** This fund was created to hold monies set aside for the payment of debt service on bonds. The funds are held by a Trustee and administered pursuant to Bond Indenture provisions. The amount in this fund is set by the indenture.

**Risk Contingency Fund:** The Risk Contingency Fund is used for UTA's self insurance program. Under the Utah Governmental Immunity Act, the maximum statutory liability in any one accident is \$1,107,000. The Authority is self-insured for amounts under this limit.

**SCHEDULE OF SALES TAX AND TRANSPORTATION REVENUE BONDS OUTSTANDING (as of 1/1/07)**  
**Exhibit D**

<u>Description</u>	<u>Date of Maturity</u>	<u>Coupon Interest Rates</u>	<u>Principal Amount Payable</u>
<b>Senior Debt:</b>			
<b><u>Series 1997 A, Sales Tax and Transportation Revenue Bonds*</u></b>			
(Salt Lake County Light Rail Transit "TRAX" Project)			
	December 15, 2007	4.75%	\$ 935,000
			\$ 935,000

\*All 1997 A Bonds maturing on and after December 15, 2008 were legally defeased by the 2005 A Bond issue. Actual redemption will occur on December 15, 2007 with monies currently held in escrow.

**Series 2002 A, Sales Tax Revenue Bonds\*\***  
 (Acquisition of Rail Rights-of -Way)

June 15, 2007	5.00%	\$ 3,350,000
June 15, 2008	3.25%	\$ 3,500,000
June 15, 2009	5.00%	\$ 3,650,000
June 15, 2010	5.00%	\$ 3,850,000
June 15, 2011	5.00%	\$ 4,025,000
June 15, 2012	4.00%	\$ 4,225,000
		\$ 22,600,000

\*\*All 2002 A Bonds maturing on and after June 15, 2013 were legally defeased by the 2006 C Bond issue. Actual redemption will occur on December 15, 2012 with monies currently held in escrow.

**Series 2005 A, Sales Tax Revenue Refunding Bonds**  
 (Advanced Refunding of a Portion of the 1997 A Bonds)

June 15, 2008	3.25%	\$ 870,000
June 15, 2008	4.00%	\$ 100,000
June 15, 2009	5.00%	\$ 1,015,000
June 15, 2010	5.00%	\$ 245,000
June 15, 2010	3.50%	\$ 815,000
June 15, 2011	5.00%	\$ 1,100,000
June 15, 2012	5.00%	\$ 1,165,000
June 15, 2013	3.75%	\$ 1,215,000
June 15, 2014	5.00%	\$ 1,270,000
June 15, 2015	5.00%	\$ 1,330,000
June 15, 2016	5.25%	\$ 1,400,000
June 15, 2017	5.25%	\$ 1,470,000
June 15, 2018	5.25%	\$ 1,550,000
June 15, 2019	5.25%	\$ 1,635,000
June 15, 2020	5.25%	\$ 1,720,000
June 15, 2021	5.25%	\$ 1,815,000
June 15, 2022	5.25%	\$ 1,915,000
		\$ 20,630,000

**Series 2005 B, Sales Tax Revenue Bonds**  
 (Commuter Rail North Project)

June 15, 2007	3.50%	\$ 1,850,000
June 15, 2008	3.50%	\$ 1,925,000
June 15, 2009	3.50%	\$ 2,000,000
June 15, 2010	3.50%	\$ 2,050,000
June 15, 2011	3.50%	\$ 2,175,000
June 15, 2012	4.00%	\$ 2,225,000
June 15, 2013	4.00%	\$ 2,300,000
June 15, 2014	4.00%	\$ 2,400,000
June 15, 2015	4.00%	\$ 2,525,000
June 15, 2016	5.00%	\$ 2,625,000
June 15, 2017	5.00%	\$ 2,775,000
June 15, 2018	5.00%	\$ 2,900,000
June 15, 2019	4.00%	\$ 3,050,000
June 15, 2020	4.00%	\$ 3,175,000
June 15, 2021	4.125%	\$ 3,300,000



June 15, 2022	4.125%	\$	3,450,000
June 15, 2023	5.00%	\$	5,625,000
June 15, 2024	5.00%	\$	5,900,000
June 15, 2025	4.25%	\$	6,175,000
June 15, 2026	4.375%	\$	6,450,000
June 15, 2027	4.375%	\$	6,750,000
June 15, 2028	4.375%	\$	7,050,000
June 15, 2030	4.50%	\$	15,075,000
June 15, 2033	4.50%	\$	37,100,000
June 15, 2035	4.375%	\$	44,150,000
		\$	175,000,000

**Series 2006 C, Sales Tax Revenue Refunding Bonds**  
 (Advanced Refunding of a Portion of the 2002 A Bonds)

June 15, 2013	5.00%	\$	3,935,000
June 15, 2014	5.00%	\$	4,135,000
June 15, 2015	5.25%	\$	4,340,000
June 15, 2016	5.00%	\$	4,570,000
June 15, 2017	5.25%	\$	4,825,000
June 15, 2018	5.25%	\$	5,085,000
June 15, 2019	5.25%	\$	5,350,000
June 15, 2020	5.25%	\$	5,635,000
June 15, 2021	5.25%	\$	5,950,000
June 15, 2022	5.25%	\$	6,265,000
June 15, 2023	5.25%	\$	6,605,000
June 15, 2025	5.25%	\$	14,305,000
June 15, 2027	5.25%	\$	15,865,000
June 15, 2029	5.25%	\$	17,630,000
June 15, 2032	5.25%	\$	30,155,000
		\$	134,650,000

**Subordinate Debt**

**Series 2006 A, Subordinated Sales Tax Revenue Bonds:**  
 (Commuter Rail North Project)

June 15, 2036	Variable Rate	\$	87,500,000
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**Series 2006 B, Subordinated Sales Tax Revenue Bonds:**  
 (Commuter Rail North Project)

June 15, 2036	Variable Rate	\$	87,500,000
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**Total Outstanding Sales Tax and Transportation Revenue Debt**

**\$ 528,815,000**

**LEGAL DEBT LIMIT (as of 1/1/06)**

Utah Transit Authority has a legal debt limitation not to exceed 3% aggregate of the fair market value of all real and personal property in the District. This means that the total amount of bonds, notes, warrants or any other type of obligations issued or outstanding will not be greater than 3% of property in the District. The fair market value below is based on 2004 assessed values in the areas the Authority serves.

**Total Legal Debt Limit**

Fair Market Value (based on 2005 233B Report)		\$ 132,697,797,925
Debt Limit: 3% of assessed value		<u>          @ 3%          </u>
		3,980,933,938
Debt applicable to limitation		
Total applicable debt	\$ 528,815,000	
Less amount available in Debt Service Fund for repayment of debt	<u>\$ -</u>	
Total debt applicable to limitation		<u>\$ 528,815,000</u>
Unused Legal Debt Limit		<u><u>\$ 3,452,118,938</u></u>